



Notice of amendment to Contract E.9007

In terms of the Municipal Finance Management Act, Section 116(3)(a) and (b), notice is hereby given for the proposed amendment of the contract listed below:-

Contract Number: Contract E.9007

Awarded to:

1. Atam Electrical
2. The Lighting Specialist t/a City Lightz
3. Tamias Three Trading t/a 3 Core Electrical
4. SN Reticulation cc
5. DJF Brand t/a DJF Electrical
6. Zizamele Electrical & General Maintenance cc
7. Howard Electrical Contractors cc
8. Ubambo Bambo Trading t/a Felix Electrical
9. DJC Trading t/a Zethembe Project

Project Name: THE MAINTENANCE AND REPAIRS OF MEDIUM VOLTAGE AND LOW VOLTAGE SUBSTATIONS AND MEDIUM AND LOW VOLTAGE OVERHEAD AND UNDERGROUND MAINS FOR MV/LV OPERATIONS WITH EFFECT FROM 1 FEBRUARY 2014 TO 31 JANUARY 2016

The original scope of works: eThekweni Electricity successfully sought a service to provide and maintain as far as reasonably practicable, a working environment that is safe without risk to health and safety of employees and the public by appointing contractors to carry out preventive maintenance on MV/LV distribution network equipment which include overhead lines, underground cables and substations. Current Contract Value: R 210 000 000.00 (Inclusive VAT) The amended scope includes:

1. Additional Contract Value: R 48 300 000.00 (Inclusive VAT) Reason for the amended scope: The Bid Adjudication Committee (BAC) approved contract E.9007 on 18 November 2013 with a financial authority of R 210 000 000.00. Due to 18 months appeal, the Contract commenced on 1 February 2014 with SEIFSA approved 14% increased Contract Price Adjustment (CPA). SEIFSA further approved CPA of 9% in the year 2015 adding to a total of 23% effective increase from the originally approved budget estimates. The contract is scheduled to expire on 31 January 2016. Due to 23% price increase, the total invoices paid as at 9 June 2015 amount to R150.5 million with order value of R186 million. It is expected that contract E.9007 contract authority of R210 000 000 will be exceeded before the expiry date (31 January 2016). The R48 300 000.00 additional funding equates to approved SEIFSA 23% increased CPA of the initially approved amount of R210 000 000.00.

Affected parties must submit representations not later than 30 October 2015 addressed to:
The City Manager, 6th Floor, City Engineers Building, 166 K.E. Masinga Road, Durban For enquiries: Mr. T. Mpetsane: Tel: 031-3119420; email: MpetsaneT@elec.durban.gov.za Mr. A. Malima: Tel: 031-3119185; email: MalimaA@elec.durban.gov.za

Sibusiso Sithole
City Manager

